GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1989
ANSWERED ON:26.07.2002
EXPOSURE IN BALANCE SHEET BY BANKS
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Will the Minister of FINANCE be pleased to state:

(a) whether Reserve Bank of India has made new norms for bankingand financial institutions to disclose much exposure in the balance sheet;

(b) if so, the details thereof;

(c) the time by when these are likely to be implemented; and

(d) impact of these norms on the financial condition of the banks ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI ANANT G. GEETE)

(a) to (d) Reserve Bank of India, from time to time, have been issuingguidelines regarding the disclosures required to be made in the statement of accounts as also in the `Notes on Accounts` to the Balance sheet. Thedisclosure are required to be made regarding capital adequacy, shareholding of the Government, non-performing assets, provisioning, maturity patterns of loans, advances, investments, deposits, borrowing etc. With effect from 31st March, 2002 banks are required to disclose the information relating to movement in provision held towards NPAs, depreciation on investments and information in respect of Corporate Debt Restructuring undertaken during the year. These norms would enable the banks to present their financial condition in more transparent manner.